

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
JAN 11 2011
HOBSOCDWELL API NO.
30-015-37629

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Rustler Bluff ✓

8. Well Number

004 ✓

9. OGRID Number

160825 ✓

10. Pool name or Wildcat

Willow Lake; Delaware, 64453

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

B C Operating, Inc. ✓

3. Address of Operator

P.O. Box 50820 Midland, TX 79710

4. Well Location

Unit Letter I : 1982 feet from the South line and 660 feet from the East lineSection 1 Township 25S Range 28E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3154' GR, 3160' KB

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

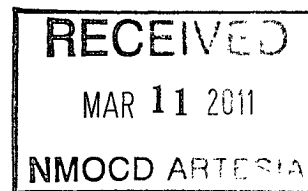
PERFORM REMEDIAL WORK ☐ PLUG AND ABANDONTEMPORARILY ABANDON ☐ CHANGE PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☒ P AND A ☐CASING/CEMENT JOB ☒OTHER: ☐OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- Spudded well on 7/20/10.
- Drilled 12 1/4" hole; set 8 5/8", 32# J55, casing at 661' w/670 sx Class C
- Drilled 7 7/8" hole; set 5 1/2", 15.5# J55, casing at 5200' w/950 sx Class H
- Released rig on 7/30/10.
- Perforated 4930-5032', 2 spf; Acidize w/1500 gals 15% HCL
- Frac w/15,000 gals & 62,500# of 20/40 sand
- Ran 2 7/8" tubing and set at 5082'



Spud Date:

07/20/10

Rig Release Date:

07/30/10

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE Regulatory AnalystDATE 01/09/11Type or print name Star L. Harrell E-mail address: sharrell@blackoakres.com PHONE: 432-684-9696

For State Use Only

APPROVED BY: David A. Gray TITLE Field Supervisor DATE 3-14-11

Conditions of Approval (if any):

109